Joint ventures in - certain groups of Industries

1555. SHRIMATI VEENA VERMA:
SHRI RAJUBHAI A. PARMAR:
SHRI SUSHILKUMAR SAMBHAJIRAO SHINDE:

Will the Minister of INDUSTRY be pleased to state:

(a) whether Government have relaxed the terms of foreign investments in respect of joint ventures in certain groups of industries, and extended automatic approval in respect of food processing and electronic entertainment upto 51% foreign equity, with effect from January 1, 1997;

(b) if so, the precise economic reforms announced on new year eve; and

(c) the reactions and responses of industry thereto?

THE MINISTER OF INDUSTRY (SHRI MURASOLI MARAN): (a) and (b) The Government have recently expanded the list of industries for automatic approval for foreign equity investment. Thirteen more industries have been included in Annex III for allowing automatic approval upto 51% foreign equity participation; three industries qualifying for automatic approval upto 50% foreign equity and nine industries wherein automatic approval upto 74% foreign equity participation is allowed have also been included in Annex III. However, electronic entertainment industry is not covered under the automatic approval scheme.

The Government have also issued a set of guidelines for consideration of foreign direct investment proposals by the Foreign Investment Promotion Board.

(c) The response of the Industry, in general, has been favourable.

Amendment to Indian Boilers Bill

1556. SHRI SANJAY NIRUPAM: Will the Minister ot INDUSTRY be pleased to state:

(a) whether it is a fact that the Standing Committee on Industry in its 13th report presented to Parliament in March, 1995 had recommended that Government should start consultations with State Governments and the related organisations before further amending the Indian Boilers Bill;

(b) if so, the progress thereof; and

(c) the amount of total export of boilers from the country and the details of countries to whom boilers are being exported?

THE MINISTER OF INDUSTRY (SHRI MURASOLI MARAN): (a) Yes, Sir.

(b) The Government discussed the issue with the members of the Central Boilers Board and the representatives of the State Governments. A consensus for moving the official Amendments to the Bill was arrived at, which was again circulated to all the State Governments for their comments. Based on the consensus arrived at, the official amendments to the Indian Boilers (Amendment) Bill, 1994 are being processed.

(c) No data is available, as the exports are not conducted through this Ministry.

Action plan for modernisation of SSI units in Gujarat.

1557. SHRI AHMED PATEL: Will the Minister of INDUSTRY be pleased to state:

(a) whether Government have formulated any action plan for modernisation and technology upgradation in the Small Scale Industrial (SSI) sector In the State of Gujarat;

(b) if so, the details thereof;

(e) the facilities being provided to SSI units in the State under the action plan

and number of SSI units which availed such facilities so far in the State after the launch of action plan; and

(d) the other steps being taken by Government to promote SSI units in Gujarat?

THE MINISTER OF INDUSTRY (SHRI MURASOLI MARAN): (a) to (c) Smalt Industries Development Organization have formulated an Action Plan for modernisation and technology upgradation to be undertaken through the network of Sisis throughout the country Including the State of Gujarat. Under this programme, Cluster studies, micro studies, modernisation workshops and industrial clinics are being organized to promote modernisation and technology upgradation. A cluster study has already .been conducted for the Brass component industry at Jamnagar. Small Industries Development Bank of India has also taken up technology upgradation and modernisation programme in three clusters in Gujarat for Machine tool (Rajkot), Powerloom (Surat) and Salt and Salt Based Industry (Saurashtra).

To provide financial assistance, SIDBI have launched a Technology Development & Modernisation Fund Scheme since April, 1995 with a corpus of Rs. 200 crores to encourage existing industrial units in the small scale sector to adopt modernisation programme. The advantaeous features of the scheme are low promoter's contribution @ 20% of the project outlay and exemption from levy of upfront fee.

SIDBI have been operating following schemes:

SI. No.	Scheme No.	Of units assisted	Value in Rs. crores
(i)	Technology Development A Mo&rniiitieft Fund	7	3.2
(ii)	Assistance for acquiring 1509000 series Certification (since 1994)	3	0.11
(iii)	Equipment Refinance Scheme	177	21:6
(iv)	Equipment Finance Scheme (upto December, 19%)	43	17.1
(V)	Dills Rediscounting A Direct discounting (Equipment) Scheme.	-	349.5

(d) The State Government of Gujarat is also providing the following assistance to SSI units:—

State Cash Subsidy @ 15-20% of the fixed capital investment.

Sales Tax benefits @ ranging from 80-125% of fixed capital Investment for the period of 5-9 years for the units set up in backward areas.

Testing subsidy ® 50% upto the ceiling of Rs. 50,000/- for acquisition of testing equipments for promotion of quality products.

Product Testing subsidy @ Rs, 5,000 per annum. Reservation Of items for Government purchase from the SSI units,

Acquisition of Eco-Frlcndly Technolgy

1558.SHRI SUSHILKUMAR SAMBHAJIRAO SHINDE:
SHRIMATI VEENA VERMA:

Will the Minister of INDUSTRY be pleased to state:

(a) the steps taken so far in the light of the Earth Conventions to ensure acquisition and adoption of eeo-frlendly technologies for new and existing Industrial units and to contain and prevent ozone depletion process;